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Annual Report

**NEW HARRICANA MINES
LIMITED**

(No Personal Liability)

For the Year Ended December 31st, 1966



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New Harricana Mines Limited

(No Personal Liability)

DIRECTORS

M. J. BOYLEN, D.C.L., D.Sc. - - Toronto 18, Ontario
PHILIP E. BOYLEN - - - Willowdale, Ontario
CHARLES B. BRANNIGAN - - - Toronto, Ontario
F. B. GEE - - - Willowdale, Ontario
D. W. GORDON - - - Toronto, Ontario
GORDON L. MOORE - - - Islington, Ontario

OFFICERS

M. J. BOYLEN, D.C.L., D.Sc. - - - President
D. W. GORDON - - - Vice-President
GORDON L. MOORE - - - Secretary-Treasurer
CHARLES B. BRANNIGAN - - - Assistant-Secretary

TRANSFER AGENTS

GUARANTY TRUST COMPANY OF CANADA

366 Bay Street, Toronto, Ontario, and,
427 St. James Street West, Montreal, Quebec

AUDITORS

SNYDER, CRAIG & CO., Chartered Accountants

330 Bay Street, Toronto, Ontario

HEAD OFFICE

c/o Raymond Caron, Q.C.
22nd Floor, 630 Dorchester Boulevard West
Montreal 2, Quebec

EXECUTIVE OFFICE

Suite 908, 330 Bay Street - - - Toronto, Ontario

New Harricana Mines Limited

(No Personal Liability)

Directors' Report

To the Shareholders:

The financial statements of the Company for the fiscal year ended December 31, 1966, notes relative thereto and the Report of the Auditors, are submitted herewith.

The Company was active during 1966 with exploration functioning in the Provinces of Quebec, New Brunswick and Ontario. A brief resume of work carried out and as proposed at this time for the 1967 field season follows:

PROVINCE OF QUEBEC:

The areas covered by mining concessions and the surface rights held by the Company in the Townships of Dubuisson and Bourlamaque are continued in good standing. No exploration work was carried out thereon during 1966.

Application by the Township of Val d'Or has been received by the Company for the surface rights to an area of 500 feet by 1,000 feet for the purpose of extending the water main carrying the town's water supply. The surface rights are required by the town for use as a public utility and will be conveyed to it for the nominal sum of one dollar.

BAIE JOHAN BEETZ AREA, DESHERBIERS TOWNSHIP:

During the early part of 1967, what appears to be an important new discovery of uranium was made by a syndicate of Canadian mining companies in the Baie Johan Beetz area, immediately North of Anticosti Island, on the North shore of the Gulf of St. Lawrence. Your Company, as a result, acquired 50 mining claims in the area by staking, for staking costs of \$3,483.84 and the claims have been transferred to the name of the Company.

Uranium occurs in this new district and the claims held by the Company are believed to lie on favourable formation. A major exploration programme by associated companies and your Company is now under way, which will include a radiation survey to be followed by ground geophysics to assess the potential of the ground.

PROVINCE OF NEW BRUNSWICK:

The 31 mining claims in the Portage River area, acquired by the Company in the latter part of 1965, were abandoned during 1966. Surface investigation revealed that airborne geophysical anomalies indicated in the area were not of economic interest.

PROVINCE OF ONTARIO:

Cote Township:

A group of 29 mining claims in Cote Township in the Timmins area were optioned to investigate a combined magnetic-electromagnetic response obtained in an airborne survey. Assessment drilling had indicated that the anomalies occurred in a mineralized gabbro under a heavy mantle of overburden. Surface magnetometer and electromagnetic surveys succeeded in pin-pointing a weak reaction that was subsequently drill-tested with one hole. It is now believed that the response was caused by wet overburden condition; and, the option was subsequently terminated during the early part of 1967.

Rykert Township:

The 18 unpatented mining claims in Rykert Township acquired in 1965, were abandoned during the latter part of 1966. The investigation of the claims failed to disclose ore values in any of the anomalies located in the areas that were tested.

BRUCE PENINSULA:

On April 28, 1967, the Company acquired by assignments, options on three farms comprising a total area of 1,100 acres, more or less, in Lindsay Township, in the Bruce Peninsula, for a total consideration of \$5,829.95, to permit further investigation of zinc occurrences thereon in a dolomitic limestone. It is expected that further detailed work will be carried out on the properties during the summer of 1967.

OUTSIDE EXPLORATION:

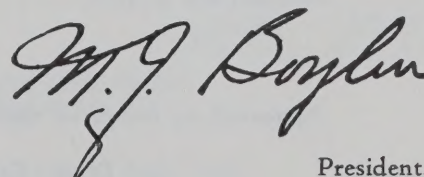
During the field season of 1966, the Company investigated base metals prospects and carried out geochemical exploration work on two properties in Southwestern Ontario. Some encouragement was obtained and the Company anticipates carrying out additional exploratory work thereon during 1967.

An examination was also made of a large sulphide occurrence in the Lakehead area of Northwestern Ontario, but no further action was taken when all samples proved disappointingly low in grade.

GENERAL:

During 1966 your Company sold 400,000 shares of its capital stock for the cash consideration of Eighty Thousand Dollars.

On behalf of the Board of Directors,

A handwritten signature in dark ink, appearing to read "M.J. Boylan". The signature is fluid and cursive, with the first letters of the first and last names being capitalized and prominent.

President.

Toronto, Ontario.
May 15, 1967.

New Harricana

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Balance Sheet—

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ASSETS

	1966	1965
	\$	\$
Current		
Cash	14,847	21
Accounts receivable	3,719	—
Prepaid expenses	—	188
	<u>18,566</u>	<u>209</u>
Investments		
Shares of other mining companies having a quoted market value, at cost (Quoted market value \$115,991 — 1965 \$199,230)	259,028	255,098
Other mining company shares, at cost	<u>7,889</u>	<u>7,889</u>
	<u>266,917</u>	<u>262,987</u>
Fixed		
In the Townships of Dubuisson and Bourlamaque, County of Abitibi, Province of Quebec:		
5 mining concessions as valued by the Directors as of February 29th, 1944	1,262,535	1,262,535
Surface rights as valued by the Directors as of December 31st, 1959, less sale price of property disposed of	52,039	52,039
In the Township of Rykert, District of Cochrane, Province of Ontario:		
18 unpatented mining claims, at cost	—	790
Acquisition of claims (Note 1)	<u>1,314,574</u>	<u>1,315,364</u>
Miscellaneous		
Acquisition costs of option on 29 unpatented mining claims in Cote Township, District of Cochrane, province of Ontario (Note 2)	<u>2,533</u>	<u>—</u>
Deferred		
Exploration expenses		
Balance, beginning of year	449	—
Add: Expenses for the year	21,300	4,535
	<u>21,749</u>	<u>4,535</u>
Deduct: Expenses on claims abandoned transferred to Deficit	9,892	4,086
Balance, end of year	<u>11,857</u>	<u>449</u>
	<u>1,614,447</u>	<u>1,579,009</u>

Approved on behalf of the Board.

D. W. GORDON, Director.

G. L. MOORE, Director.

Mines Limited

(Liability)

(Laws of Quebec)

December 31st, 1966

(figures for 1965)

LIABILITIES

Current	1966 \$	1965 \$
Accounts payable and accrued liabilities	848	15,053

SHAREHOLDERS' EQUITY

Capital Stock

Authorized:

5,000,000 Shares of \$1 par value \$5,000,000

Issued:

3,500,000 Shares (Note 3)	3,500,000	3,100,000
Less: Discount thereon	1,692,500	1,372,500
	<u>1,807,500</u>	<u>1,727,500</u>

Contributed Surplus

Balance unchanged from previous year	832,853	832,853
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Deficit

Balance, beginning of year	996,397	983,534
Add: Administrative expenses for the year	6,796	7,942
Mining claims abandoned	2,839	835
Expenses on mining claims abandoned	9,892	4,086
Outside exploration	10,830	—
Balance, end of year	<u>1,026,754</u>	<u>996,397</u>
	<u>1,613,599</u>	<u>1,563,956</u>

<u>1,614,447</u>	<u>1,579,009</u>
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THE NOTES ATTACHED FORM AN INTEGRAL PART
OF THESE FINANCIAL STATEMENTS

Submitted with our Report to the Shareholders dated April 26th, 1967.

SNYDER, CRAIG & CO.,
Chartered Accountants.

SNYDER, CRAIG & CO.

CHARTERED ACCOUNTANTS

CABLE ADDRESS "JNOCRAIG"
TELEPHONE EMPIRE 6-9444

330 BAY STREET

TORONTO
CANADA

To the Shareholders of

NEW HARRICANA MINES LIMITED
(No Personal Liability)

Montreal, Quebec.

We have examined the Balance Sheet of New Harricana Mines Limited (No Personal Liability) as at December 31st, 1966, the Statements of Exploration Expenses, Administrative Expenses and Source and Application of Funds for the year ended on that date and the Notes to the Financial Statements. We have obtained all the information and explanations we have required and our examination included a general review of accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

Mining concessions and surface rights in the Townships of Dubuisson and Bourlamaque, Province of Quebec, are carried at valuations made by the Directors some years ago. The land title position in respect of surface rights in and around the Town of Val d'Or is still being reviewed by the Company's solicitors. No mining operations have been carried on for many years and, in our opinion, a more up-to-date appraisal of these assets should be made.

Subject to the above limitations, in our opinion, the attached Balance Sheet, Statements of Exploration Expenses, Administrative Expenses and Source and Application of Funds and Notes to the Financial Statements are properly drawn up so as to exhibit a true and correct view of the state of the affairs of the Company as at December 31st, 1966, the results of its operations and the source and application of its funds for the year ended on that date. The aforementioned Financial Statements have been prepared in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year, and according to the best of our information and the explanations given to us and as shown by the books of the Company.

SNYDER, CRAIG & CO.

Chartered Accountants.

April 26th, 1967.

New Harricana Mines Limited

(No Personal Liability)

Statement of Exploration Expenses

For the year ended December 31st, 1966

(With comparative figures for 1965)

	1966 \$	1965 \$
Assays	17	—
Consulting fees	270	—
Diamond drilling	6,030	1,959
Geophysical surveying	5,426	344
Line cutting	4,401	345
Maps and blueprints	508	—
Surface exploration	4,648	1,887
TOTAL	<u>21,300</u>	<u>4,535</u>

Statement of Administrative Expenses

For the year ended December 31st, 1966

(With comparative figures for 1965)

	1966 \$	1965 \$
Administration	1,200	1,200
Corporation taxes	170	281
Engineering and consulting fees	450	—
General expense	254	169
Legal and audit	874	1,800
Listing and sustaining fee	100	100
Printing, stationery and supplies	563	411
Postage and telephone	682	353
Realty taxes	1,769	974
Reports to shareholders	479	309
Security registration	—	800
Siding expense	93	84
Transfer agent and registrar fees and expenses	1,369	1,199
Travelling expenses	124	262
	<u>8,127</u>	<u>7,942</u>
Less: Interest earned	1,331	—
TOTAL	<u>6,796</u>	<u>7,942</u>

New Harricana Mines Limited

(No Personal Liability)

Statement of Source and Application of Funds

For the year ended December 31st, 1966

(With comparative figures for 1965)

Source of Funds	1966 \$	1965 \$
Issue of capital stock	80,000	—
Sale of land	—	1,261
	<u>80,000</u>	<u>1,261</u>
 Application of Funds		
Acquisition of mining claims	2,049	1,625
Acquisition of option on mining claims	2,533	—
Administrative expenses	6,796	7,942
Exploration costs on owned and optioned claims	21,300	4,535
Investment in shares of other mining companies	3,930	—
Outside exploration	10,830	—
	<u>47,438</u>	<u>14,102</u>
Resulting in an increase (decrease) in working capital of	32,562	(12,841)
Working capital, beginning of year	(14,844)	(2,003)
Working capital, end of year	<u>17,718</u>	<u>(14,844)</u>

Notes to Financial Statements

December 31st, 1966

1. Subsequent to the date of the Balance Sheet, 50 mining claims in the Township of Desherbiers and projected Township 1075, Electoral District of Duplessis, Province of Quebec, were acquired for staking costs of \$3,483.84.
2. The option on 29 unpatented mining claims in Cote Township, District of Cochrane, Province of Ontario, was terminated by the Company as of March 15th, 1967. During the period from January 1st to March 15th, 1967, approximately \$13,000 was spent in further exploration of the claims.
3. During the year, 400,000 shares of capital stock were issued for a cash consideration of \$80,000.

THE HANDBOOK OF THE CANADIAN ARMY

1964 EDITION

CHAPTER 1: THE CANADIAN ARMY

1.1 THE CANADIAN ARMY

1.1.1 THE CANADIAN ARMY